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**LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA  
Crowley, Louisiana**

**BASIC FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORT**

**AS OF AND FOR THE  
YEAR ENDED JUNE 30, 2006**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 9/20/06

**BROADHURST, HAMILTON & COMPANY**  
CERTIFIED PUBLIC ACCOUNTANTS

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**LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA  
Crowley, Louisiana**

**BASIC FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITORS' REPORT**

**AS OF AND FOR THE  
YEAR ENDED JUNE 30, 2006**

**LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA  
BASIC FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

**TABLE OF CONTENTS**

<b><u>TITLE</u></b>	<b><u>STATEMENT OR SCHEDULE</u></b>	<b><u>PAGE</u></b>
INDEPENDENT AUDITORS' REPORT		1
MANAGEMENT'S DISCUSSION AND ANALYSIS		4
BASIC FINANCIAL STATEMENTS		
Statement of Net Assets	A	8
Statement of Revenues, Expenses, and Changes in Net Assets	B	9
Statement of Cash Flows	C	10
Notes to Financial Statements		11
REQUIRED SUPPLEMENTAL INFORMATION		17
Schedule of Per Diem Paid to Board Members	1	18
Report on Compliance and on Internal Control over Financial Reporting based on an Audit of Financial Statements performed in accordance with Government Auditing Standards		19
Summary Schedule of Findings and Questioned Costs	2	20
Summary Schedule of Prior Audit Findings	3	21
Financial Information required by the Office of Statewide Reporting and Accounting Policy		22

# BROADHURST, HAMILTON & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

1

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August 23, 2006

## INDEPENDENT AUDITORS' REPORT

Board of Commissioners  
Louisiana Rice Research Board  
Crowley, Louisiana

We have audited the accompanying basic financial statements of the Louisiana Rice Research Board, a component unit of the State of Louisiana, as of and for the year ended June 30, 2006, as listed in the table of contents. These basic financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Louisiana Governmental Auditing Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above, present fairly, in all material respects, the respective financial position of the Louisiana Rice Research Board as of and for the year ending June 30, 2006, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 23, 2006, on our consideration of the Louisiana Rice Research Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis and the other required supplementary information on pages 4 - 6, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

**INDEPENDENT AUDITORS' REPORT (continued)**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Louisiana Rice Research Board's basic financial statements. The accompanying supplemental schedules and the Division of Administration Reporting Package listed in the table of contents are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Broadhurst, Hamilton & Company*  
**BROADHURST, HAMILTON & COMPANY**  
Certified Public Accountants

## MANAGEMENT'S DISCUSSION AND ANALYSIS

4

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**AS OF JUNE 30, 2006**

The Management's Discussion and Analysis of the Louisiana Rice Research Board's financial performance presents a narrative overview and analysis of the Board's financial activities for the year ended June 30, 2006. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the transmittal letter and the Louisiana Rice Research Board's financial statements.

**FINANCIAL HIGHLIGHTS**

- ★ The Louisiana Rice Research Board's assets exceeded its liabilities at the close of fiscal year 2006 by \$1,394,553. The net assets increased by \$121,097.
- ★ The Louisiana Rice Research Board's revenue increased \$489,917.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The following are the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments.

- ★ Management's Discussion and Analysis
- ★ Basic Financials Statements
- ★ Required Supplementary Information (Other than MD&A)

These financial statements consist of three sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplemental information.

**BASIC FINANCIAL STATEMENTS**

The basic financial statements present information for the Louisiana Rice Research Board as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Assets, the Statement of Revenues, Expenses, and Changes in Fund Net Assets; and the Statement of Cash Flows.

The **Statement of Net Assets (Statement A)** presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the Louisiana Rice Research Board is improving or deteriorating.

The **Statement of Revenues, Expenses, and Changes in Fund Net Assets (Statement B)** presents information showing how Louisiana Rice Research Board's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The **Statement of Cash Flows (Statement C)** presents information showing how Louisiana Rice Research Board's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income(loss) to net cash provided(used) by operating activities (indirect method) as required by GASB 34.

(Continued)

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

5

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**AS OF JUNE 30, 2006**

**FINANCIAL ANALYSIS OF THE ENTITY**

**STATEMENT OF NET ASSETS**  
**AS OF JUNE 30, 2006 AND 2005**

	<u>2006</u>	<u>2005</u>
Current and other assets	\$ 1,402,709	\$ 1,273,856
Capital assets	-	-
<b>Total Assets</b>	<b>\$ 1,402,709</b>	<b>\$ 1,273,856</b>
Other liabilities	\$ 8,156	\$ 400
Long-term debt outstanding	-	-
<b>Total Liabilities</b>	<b>\$ 8,156</b>	<b>\$ 400</b>
<b>Net Assets</b>	<b>\$ 1,394,553</b>	<b>\$ 1,273,456</b>
<b>Net assets:</b>		
Invested in capital assets, net of debt	\$ -	\$ -
Restricted	-	-
Unrestricted	1,394,553	1,273,456
<b>Total Net Assets</b>	<b>\$ 1,394,553</b>	<b>\$ 1,273,456</b>

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**  
**FOR THE YEARS ENDED JUNE 30, 2006 AND 2005**

	<u>2006</u>	<u>2005</u>
Operating revenues	\$ 1,664,048	\$ 1,184,339
Operating expenses	(1,565,591)	(1,612,879)
Operating income/(loss)	\$ 98,457	\$ (428,540)
Non-operating revenues/(expenses)	22,640	12,432
<b>Net increase/(decrease) in net assets</b>	<b>\$ 121,097</b>	<b>\$ (416,108)</b>

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

As of June 30, 2006, the Louisiana Rice Research Board did not have any capital assets.

**Debt**

As of June 30, 2006, the Louisiana Rice Research Board had no debt outstanding.

(Continued)



**LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA**

6

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2006**

**VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS**

The Board is a non-budgetary unit of the Department of Agriculture and is not legally required to adopt a budget. The Board does adopt a budget that is amended at each board meeting as the Board reviews revenues received, then approves expenditures.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The Louisiana Rice Research Board's appointed officials considered the following factors when setting next year's budget:

- Revenues for next year are expected to be fairly unchanged.
- Operating expenses for next year will be approximately the same.

**CONTACTING THE LOUISIANA RICE RESEARCH BOARD'S MANAGEMENT**

This financial report is designed to provide our citizens and taxpayers with a general overview of the Louisiana Rice Research Board's finances and to show the Louisiana Rice Research Board's accountability for the money it receives. If you have questions about this report or need additional financial information contact:

**Dr. R. E. Girouard, Jr.  
Chairman  
P O Box 1429  
Crowley, LA 70527-1429**

**(Concluded)**

## BASIC FINANCIAL STATEMENTS

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

8

STATEMENT OF NET ASSETS  
AS OF JUNE 30, 2006

ASSETS

**Current Assets:**

Cash and cash equivalents	\$ 1,298,581
Accounts receivable	<u>104,128</u>

<b>Total Current Assets</b>	<b>\$ <u>1,402,709</u></b>
-----------------------------	----------------------------

<b>TOTAL ASSETS</b>	<b>\$ <u>1,402,709</u></b>
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LIABILITIES AND NET ASSETS

**Liabilities:**

Accounts payable	\$ <u>8,156</u>
------------------	-----------------

<b>Total Liabilities</b>	<b>\$ <u>8,156</u></b>
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**Net Assets:**

Unrestricted Net Assets	\$ <u>1,394,553</u>
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<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ <u>1,402,709</u></b>
-----------------------------------------	----------------------------

NOTE: The accompanying notes are an integral part of this financial statement.

STATEMENT A

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

9

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2006**

	<b>JUNE 30, 2006</b>
<b>OPERATING REVENUES:</b>	
Assessments	\$ 1,664,048
<b>TOTAL OPERATING REVENUES</b>	<b>\$ 1,664,048</b>
<b>OPERATING EXPENSES:</b>	
Collection charges	\$ 12,000
Dues	11,512
Professional services	4,850
Printing	-
Travel	4,000
Research	1,533,229
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 1,565,591</b>
<b>OPERATING INCOME/(LOSS)</b>	<b>\$ 98,457</b>
<b>NON-OPERATING REVENUES:</b>	
Interest Income	\$ 22,640
<b>TOTAL NON-OPERATING REVENUES</b>	<b>\$ 22,640</b>
<b>CHANGES IN NET ASSETS</b>	<b>\$ 121,097</b>
<b>TOTAL NET ASSETS - BEGINNING OF PERIOD</b>	<b>1,273,456</b>
<b>TOTAL NET ASSETS - END OF PERIOD</b>	<b>\$ 1,394,553</b>

NOTE: The accompanying notes are an integral part of this financial statement.

**STATEMENT B**

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

10

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2006**

	<b><u>JUNE 30,</u></b> <b><u>2006</u></b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Cash received from assessments	\$ 1,645,811
Cash payments to suppliers for goods and services	<u>(1,557,835)</u>
Net cash provided/(used) by operating activities	<u>\$ 87,976</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</b>	
Other non-capital financing revenues/(expenses)	<u>\$ -</u>
Net cash provided/(used) by non-capital financing activities	<u>\$ -</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>	
Interest earned	<u>\$ 22,640</u>
Net cash provided/(used) by investing activities	<u>\$ 22,640</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>\$ 110,616</b>
 CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	 <u>1,187,965</u>
 CASH AND CASH EQUIVALENTS AT END OF YEAR	 <u><b>\$ 1,298,581</b></u>
 <b>RECONCILIATION OF OPERATING INCOME/(LOSS)</b> <b>TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:</b>	
Operating income/(loss)	\$ 98,456
Adjustments to reconcile operating income/(loss)	
to net cash provided by operating activities	
Changes in operating assets and liabilities:	
(Increase)/decrease in accounts receivable	(18,237)
Increase/(decrease) in accounts payable	<u>7,757</u>
Net cash provided/(used) by operating activities	<u><b>\$ 87,976</b></u>
 <b>SCHEDULE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>	
Not applicable	

NOTE: The accompanying notes are an integral part of this financial statement.

**STATEMENT C**

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

11

**NOTES TO FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

**INTRODUCTION**

The Louisiana Rice Research Board (the Board) is a component unit of the State of Louisiana created within the Louisiana Department of Agriculture, as provided by the Louisiana Revised Statute (LSA-R.S.) 551.71-77. The Board is composed of thirteen members. All members of the board are required to be rice producers. Six members are appointed from nominations submitted by the Louisiana Rice Growers Cooperative Associations; and five members are appointed from nominations submitted by the Louisiana Rice Growers Association. The members serve terms of four years and are eligible for reappointment. The Board is charged with the responsibility to promote rice research. The Board's operations are funded entirely through annual self-generated revenues.

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**1. BASIS OF ACCOUNTING**

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of the Louisiana Rice Research Board present information only as to the transactions of the programs of the Louisiana Rice Research Board as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accompanying financial statements have been prepared on the full accrual basis in accordance with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting principles and financial reporting standards. The board applies all GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1999, unless those pronouncements conflict with or contradict GASB pronouncements.

These financial statements were prepared in accordance with GASB Statement 20, *Accounting and Financial Reporting For Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*. In addition, these financial statements include the implementation of GASB Statement Number 34, *Basic Financial Statement-Management's Discussion and Analysis - for State and Local Governments and related standards*. This new standard provides for significant changes in terminology, recognition of contributions in the Statement of Revenues, Expenses, and Changes in Net Assets, inclusion of a management discussion and analysis as supplementary information and other changes.

**Revenue Recognition**

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

**Expense Recognition**

Expenses are recognized on the accrual basis; therefore, expenses are recognized in the period incurred, if measurable.

(Continued)

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

12

**NOTES TO FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

**B. BUDGETARY ACCOUNTING**

The Board is a non-budgetary unit of the Department of Agriculture and is not legally required to adopt a budget. However, the Board does adopt a budget for the operating account for internal use. This budget is amended at each board meeting as the Board reviews revenues received, then approves expenditures.

**C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS**

**1. DEPOSITS WITH FINANCIAL INSTITUTIONS**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Board may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the Board may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows, all highly liquid investments (including restricted assets with a maturity of three months or less when purchased) are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer. The deposits at June 30, 2006 were secured as follows:

	<b><u>Deposits in bank accounts</u></b>		
	<b><u>Cash</u></b>	<b><u>Certificates of Deposit</u></b>	<b><u>Total</u></b>
<b>Deposits in Bank Accounts per Balance Sheet</b>	<b><u>\$ 1,298,481</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,298,481</u></b>
Bank Balances of Deposits Exposed to Custodial Credit Risk:			
1. Uninsured and uncollateralized	\$ -	-	\$ -
2. Uninsured and collateralized with securities held by the pledging institution	2,295,486	-	2,295,486
3. Uninsured and collateralized with securities held by the pledging institution's trust department or agent <u>but not</u> <u>in the entity's name</u>	-	-	-
<b>Total Bank Balances</b>	<b><u>\$ 2,295,486</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 2,295,486</u></b>

NOTE: The "Total Bank Balances - All Deposits" will not necessarily equal the "Deposits in Bank Account per Balance Sheet" due to outstanding items.

(Continued)

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

13

**NOTES TO FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

The following is a breakdown by banking institution and amount of the balances shown above:

<b><u>Banking Institution</u></b>	<b><u>Program</u></b>	<b><u>Amount</u></b>
First Bank, Crowley, LA	Checking	\$ (997)
First Bank, Crowley, LA	Sweep Account	<u>1,299,478</u>
<b>Total Bank Balances</b>		<b><u>\$ 1,298,481</u></b>

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included in the balance sheet.

Cash in State Treasury	\$ <u>100</u>
Petty cash	\$ <u>-</u>

**2. INVESTMENTS**

At June 30, 2006, the Board did not have any investments.

**D. FIXED ASSETS**

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the statement of net assets of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity are charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight-line method over the useful lives of the assets.

The Board had no fixed assets at June 30, 2006.

**E. INVENTORIES**

Governmental fund inventories of the Board are recorded at cost and recognized as an expenditure when purchased.

**F. RESTRICTED ASSETS**

At June 30, 2006, there were no restricted assets to be reported.

**G. COMPENSATED ABSENCES**

The Board does not have any employees.

**H. RETIREMENT SYSTEM**

The Board does not have any employees or Retirement System.

(Continued)



LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

14

**NOTES TO FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

**I. POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS**

The Board does not have any employees and has no Post Retirement Health Care and Life Insurance Benefits.

**J. LEASES**

At June 30, 2006, the Board did not have any leases outstanding.

**K. LONG-TERM LIABILITIES**

The Board had no long-term debt transactions at June 30, 2006.

**L. LITIGATION**

The Board is not involved in any litigation.

No costs resulting from claims and litigation were incurred.

**M. RELATED PARTY TRANSACTIONS**

The Board had no related party transactions.

**N. ACCOUNTING CHANGES**

There were no accounting changes made during the period.

**O. IN-KIND CONTRIBUTIONS**

At June 30, 2006, the Board did not have any reportable in-kind contributions.

**P. DEFEASED ISSUES**

At June 30, 2006, the Board issued \$ -0- of taxable bonds.

**Q. COOPERATIVE ENDEAVORS**

LRS 33:9022 defines cooperative endeavors as any form of economic development assistance between and among the state of Louisiana, its local governmental subdivisions, political corporations, public benefit corporations, the United States government or its agencies, or any public or private association, corporation, or individual. The term cooperative endeavor includes cooperative financing, cooperative development, or any form of cooperative economic development activity. The state of Louisiana has entered into cooperative endeavor agreements with certain entities aimed at developing the economy of the state. The liability outstanding as of June 30, 2006, by all funding sources was \$-0-.

(Continued)

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

15

**NOTES TO FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

**R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)**

At June 30, 2006, there were no government-mandated nonexchange transactions (grants) received.

**S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS**

At June 30, 2006, the Board had no finance-related legal or contractual provisions.

**T. SHORT-TERM DEBT**

The Board had no short-term notes at June 30, 2006.

The Board did not use a revolving line of credit to finance any projects.

**U. DISAGGREGATION OF RECEIVABLE BALANCES**

Receivables at June 30, 2006, were as follows:

Louisiana Department of Agriculture	<b><u>\$ 104,128</u></b>
-------------------------------------	--------------------------

**V. DISAGGREGATION OF PAYABLE BALANCES**

Payables at June 30, 2006, were as follows:

Don Earles, CPA LTD	\$ 400
USA Rice Federation	<u>7,756</u>
<b>Total Accounts Payable</b>	<b><u>\$ 8,156</u></b>

**W. SUBSEQUENT EVENTS**

There were no material subsequent events affecting the Board.

**X. SEGMENT INFORMATION - NOT AN ENTERPRISE FUND/FUND ACCOUNTING**

Governments that report enterprise funds or that use enterprise fund accounting and reporting standards to report their activities are required to present segment information for those activities in the notes to the financial statements. For the purposes of this disclosure, a segment is an identifiable activity (or group of activities), reported as or within an enterprise fund or an other stand-alone entity that has one or more bonds or other debt instruments outstanding, with a revenue stream pledged in support of that debt. In addition, the activity's revenues, expenses, gains and losses, assets, and liabilities are required to be accounted for separately. This requirement for separate accounting applies if imposed by an external party, such as accounting and reporting requirements set forth in bond indentures. Disclosure requirements for each segment should be met by identifying the types of goods and services provided and by presenting condensed financial statements in the notes, including the elements in A through C below (GASB 34, paragraph 122, as modified by GASB 37, paragraph 17.)

Type of goods or services provided by the segment - N/A.

(Continued)

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

16

**NOTES TO FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

**Y. DUE TO/DUE FROM AND TRANSFERS**

At June 30, 2006, there were no due to/due from transfers.

**Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS**

At June 30, 2006, there were no liabilities payable from restricted assets.

**AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS**

There were no adjustments made to restate the beginning net assets at June 30, 2006.

(Concluded)

**REQUIRED SUPPLEMENTAL INFORMATION**

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

18

SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

<u>Name</u>	<u>Amount</u>
Dr. R. E. Girouard, Jr.	\$ -
Paul "Jackie" Loewer, Jr.	-
John W. Boudreaux	-
John R. Denison	-
Richard Fontenot	-
Paul H. Guillory, Jr.	-
Johnny Hensgens, Jr.	-
Robert H. Miller	-
Edward W. Patrick, Jr.	-
Charles Hine Unkel	-
Brian Wild	-
Wayne P. Wild	-
<b>Total Per Diem Paid To Board Members</b>	<b>\$ -</b>

The Board members do not receive per diem for attending board meetings.

**BROADHURST, HAMILTON & COMPANY**  
CERTIFIED PUBLIC ACCOUNTANTS

19

ROBERT C. BROADHURST, CPA (1989)  
JOE E. HAMILTON, CPA  
BARBARA B. HAMILTON, CPA

NICOLE D. BROUSSARD, CPA

628 N. AVENUE G  
P. O. DRAWER 808  
CROWLEY, LOUISIANA 70527-0808  
TEL: (337) 783-6818  
FAX: (337) 788-1491

August 23, 2006

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Commissioners  
Louisiana Rice Research Board  
Crowley, Louisiana

We have audited the basic financial statements of the Louisiana Rice Research Board as of and for the year ended June 30, 2006 and have issued our report thereon dated August 23, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in **Government Auditing Standards**, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether the Louisiana Rice Research Board's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that is required to be reported under **Government Auditing Standards**.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Louisiana Rice Research Board's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Board, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Broadhurst, Hamilton & Company*  
**BROADHURST, HAMILTON & COMPANY**  
Certified Public Accountants

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

20

**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

There were no findings or questioned costs for the year ended June 30, 2006.

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

21

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

There were no prior years' findings.



**FINANCIAL INFORMATION REQUIRED BY  
THE OFFICE OF STATEWIDE REPORTING  
AND ACCOUNTING POLICY**

**LOUISIANA RICE RESEARCH BOARD  
STATE OF LOUISIANA**

**ANNUAL FINANCIAL STATEMENTS  
JUNE 30, 2006**

**C O N T E N T S**

**AFFIDAVIT**

<b><u>TITLE</u></b>	<b><u>STATEMENTS</u></b>	<b><u>PAGE</u></b>
MD&A		26
Balance Sheet	A	30
Statement of Revenues, Expenses, and Changes in Fund Net Assets	B	31
Statement of Activities	C	32
Statement of Cash Flows	D	33 - 34
Notes to the Financial Statements		35 - 58
A. Summary of Significant Accounting Policies		
B. Budgetary Accounting		
C. Deposits with Financial Institutions and Investments		
D. Capital Assets – Including Capital Lease Assets		
E. Inventories		
F. Restricted Assets		
G. Leave		
H. Retirement System		
I. Post Retirement Health Care and Life Insurance Benefits		
J. Leases		
K. Long-Term Liabilities		
L. Contingent Liabilities		
M. Related Party Transactions		
N. Accounting Changes		
O. In-Kind Contributions		
P. Defeased Issues		
Q. Cooperative Endeavors		
R. Government-Mandated Nonexchange Transactions (Grants)		
S. Violations of Finance-Related Legal or Contractual Provisions		
T. Short-Term Debt		
U. Disaggregation of Receivable Balances		
V. Disaggregation of Payable Balances		
W. Subsequent Events		
X. Segment Information		
Y. Due to/Due from and Transfers		
Z. Liabilities Payable from Restricted Assets		
AA. Prior-Year Restatement of Net Assets		
BB. Net Assets Restricted by Enabling Legislation		
CC. Impairment of Capital Assets		
DD. Employee Termination Benefits		
Schedules		
1 Schedule of Per Diem Paid to Board Members		59
2 Schedule of State Funding		60
3 Schedules of Long-Term Debt		61 - 63
4 Schedules of Long-Term Debt Amortization		64 - 67
15 Schedule of Comparison Figures		68

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

**ANNUAL FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2006**

Division of Administration  
Office of Statewide Reporting  
and Accounting Policy  
P. O. Box 94095  
Baton Rouge, Louisiana 70804-9095

**AFFIDAVIT**

Personally came and appeared before the undersigned authority, R. E. Girouard, Jr., Chairman of the Louisiana Rice Research Board who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of the Louisiana Rice Research Board at June 30, 2006 and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 30<sup>th</sup> day of August, 2006.

  
Signature of Agency Official

  
NOTARY PUBLIC #33355

Prepared by: **Broadhurst, Hamilton & Company**

Title: **Certified Public Accountants**

Telephone No.: **(337) 783-6515**

Date: **August 23, 2006**

LOUISIANA RICE RESEARCH BOARD  
DEPARTMENT OF AGRICULTURE  
STATE OF LOUISIANA

ANNUAL FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2006

Legislative Auditor  
P. O. Box 94397  
Baton Rouge, Louisiana 70804-9397

AFFIDAVIT

Personally came and appeared before the undersigned authority, R. E. Girouard, Jr., Chairman of the Louisiana Rice Research Board who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of the Louisiana Rice Research Board at June 30, 2006 and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 30<sup>th</sup> day of August, 2006.

  
Signature of Agency Official

  
NOTARY PUBLIC #33355

Prepared by: **Broadhurst, Hamilton & Company**  
Title: **Certified Public Accountants**  
Telephone No.: **(337) 783-6515**  
Date: **August 23, 2006**

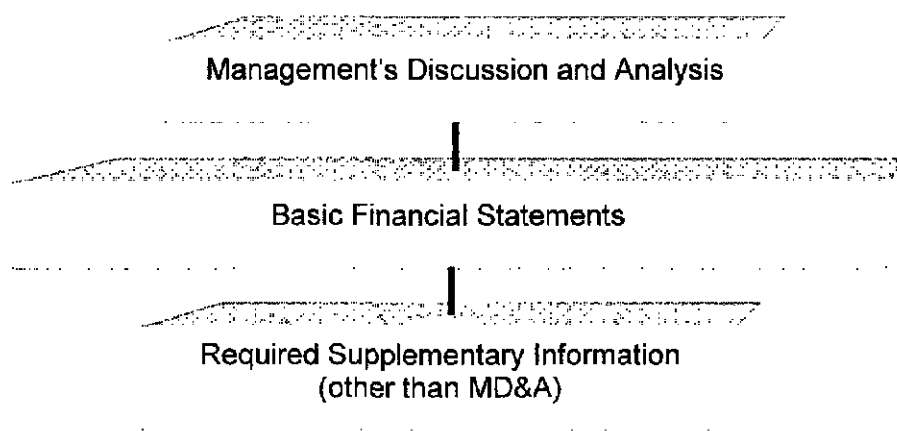
The Management's Discussion and Analysis of the Louisiana Rice Research Board's (BTA) financial performance presents a narrative overview and analysis of Louisiana Rice Research Board's (BTA) financial activities for the year ended June 30, 2006. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the Louisiana Rice Research Board's (BTA) financial statements.

## FINANCIAL HIGHLIGHTS

- ★ The Louisiana Rice Research Board's (BTA) assets exceeded its liabilities at the close of fiscal year 2005 by \$1,394,553 which represents a 9.51% increase from last fiscal year. The net assets increased by \$121,097.
- ★ The Louisiana Rice Research Board's (BTA) revenue increased \$489,917.

## OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*.



These financial statements consist of three sections - Management's Discussion and Analysis (this section), the Basic Financial Statements (including the notes to the financial statements), and Required Supplementary Information.

### Basic Financial Statements

The basic financial statements present information for the Louisiana Rice Research Board's (BTA) as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Balance Sheet; the Statement of Revenues, Expenses, and Changes in Fund Net Assets; and the Statement of Cash Flows.

The Balance Sheet (Statement A) presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the Louisiana Rice Research Board's (BTA) is improving or deteriorating.

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2006**

27

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (Statement B) presents information showing how Louisiana Rice Research Board's (BTA) assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows (Statement D) presents information showing how the Louisiana Rice Research Board's (BTA) cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income(loss) to net cash provided(used) by operating activities (indirect method) as required by GASB 34.

**FINANCIAL ANALYSIS OF THE ENTITY**

Statement of Net Assets  
as of June 30, 2006  
(in thousands)

	Total	
	2006	2005
Current and other assets	\$ 1,403	\$ 1,274
Capital assets	0	0
Total assets	1,403	1,274
Other liabilities	8	0
Long-term debt outstanding	0	0
Total liabilities	8	0
Net assets:		
Invested in capital assets, net of debt	0	0
Restricted	0	0
Unrestricted	1,395	1,274
Total net assets	\$ 1,395	\$ 1,274

Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on how these amounts may be spent.

Net assets of the Louisiana Rice Research Board's (BTA) increased by \$121,097, or 9.51%, from June 30, 2005 to June 30, 2006.

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2006**

28

**Statement of Revenues, Expenses, and Changes in Fund Net Assets  
for the years ended June 30, 2006  
(in thousands)**

	<b>Total</b>	
	<b>2006</b>	<b>2005</b>
Operating revenues	\$ 1,664	\$ 1,184
Operating expenses	1,566	1,613
Operating income(loss)	98	(429)
Non-operating revenues(expenses)	23	12
Income(loss) before transfers	121	(417)
Transfers in		0
Transfers out		0
Net increase(decrease) in net assets	\$ 121	\$ (417)

The Louisiana Rice Research Board's (BTA) total revenues increased by \$489,917. The total cost of all programs and services decreased by \$47,288 or 2.93%.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of 2006, the Louisiana Rice Research Board's (BTA) did not have any capital assets.

**Debt**

At the end of 2006, the Louisiana Rice Research Board's (BTA) had no debt outstanding.

**VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS**

The Board is a non-budgetary unit of the Department of Agriculture and is not legally required to adopt a budget. The Board does adopt a budget that is amended at each board meeting as the Board reviews revenues received.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The Louisiana Rice Research Board's (BTA) elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2006**

- Revenues for next year are expected to be fairly unchanged.
- Operating expenses for next year will be approximately the same.

**CONTACTING THE LOUISIANA RICE RESEARCH BOARD'S (BTA) MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Louisiana Rice Research Board's (BTA) finances and to show the Louisiana Rice Research Board's (BTA) accountability for the money it receives. If you have questions about this report or need additional financial information, contact:

Dr. R. E. Girouard, Jr.  
Chairman  
P. O. Box 1429  
Crowley, LA 70527-1429



**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
BALANCE SHEET  
AS OF JUNE 30, 2006**

**ASSETS**

**CURRENT ASSETS:**

Cash and cash equivalents	\$	1,298,581
Investments		
Receivables (net of allowance for doubtful accounts)(Note U)		104,128
Due from other funds (Note Y)		
Due from federal government		
Inventories		
Prepayments		
Notes receivable		
Other current assets		
Total current assets		1,402,709

**NONCURRENT ASSETS:**

Restricted assets (Note F):		
Cash		
Investments		
Receivables		
Notes receivable		
Investments		
Capital assets (net of depreciation)(Note D)		
Land		
Buildings and improvements		
Machinery and equipment		
Infrastructure		
Construction in progress		
Other noncurrent assets		
Total noncurrent assets		-
Total assets	\$	1,402,709

**LIABILITIES**

**CURRENT LIABILITIES:**

Accounts payable and accruals (Note V)	\$	8,156
Due to other funds (Note Y)		
Due to federal government		
Deferred revenues		
Amounts held in custody for others		
Other current liabilities		
Current portion of long-term liabilities:		
Contracts payable		
Reimbursement contracts payable		
Compensated absences payable (Note K)		
Capital lease obligations - (Note J)		
Claims and litigation payable (Note K)		
Notes payable		
Liabilities payable from restricted assets (Note Z)		
Bonds payable		
Other long-term liabilities		
Total current liabilities		8,156

**NON-CURRENT LIABILITIES:**

Contracts payable		
Reimbursement contracts payable		
Compensated absences payable (Note K)		
Capital lease obligations (Note J)		
Claims and litigation payable (Note K)		
Notes payable		
Liabilities payable from restricted assets (Note Z)		
Bonds payable		
Other long-term liabilities		
Total long-term liabilities		-
Total liabilities		8,156

**NET ASSETS**

Invested in capital assets, net of related debt		
Restricted for:		
Capital projects		
Debt service		
Unemployment compensation		
Other specific purposes		
Unrestricted		1,394,553
Total net assets		1,394,553
Total liabilities and net assets	\$	1,402,709

The accompanying notes are an integral part of this financial statement.

Statement A

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2006**

**OPERATING REVENUES**

Sales of commodities and services	\$	
Assessments		1,664,048
Use of money and property		
Licenses, permits, and fees		
Other		
Total operating revenues		1,664,048

**OPERATING EXPENSES**

Cost of sales and services		1,560,741
Administrative		4,850
Depreciation		
Amortization		
Total operating expenses		1,565,591

Operating income(loss)		98,457
------------------------	--	--------

**NON-OPERATING REVENUES(EXPENSES)**

State appropriations		
Intergovernmental revenues (expenses)		
Taxes		
Use of money and property		
Gain on disposal of fixed assets		
Loss on disposal of fixed assets		
Federal grants		
Interest expense		
Other revenue		22,640
Other expense		
Total non-operating revenues(expenses)		22,640

Income(loss) before contributions and transfers		121,097
-------------------------------------------------	--	---------

**Capital contributions**

Extraordinary item - Loss on impairment of capital assets		
Transfers in		
Transfers out		

Change in net assets		121,097
----------------------	--	---------

Total net assets - beginning as restated		1,273,456
------------------------------------------	--	-----------

Total net assets - ending	\$	1,394,553
---------------------------	----	-----------

The accompanying notes are an integral part of this financial statement.

Statement B

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2006**

	<u>Program Revenues</u>				<u>Net (Expense)</u>
			<u>Operating</u>	<u>Capital</u>	<u>Revenue and</u>
	<u>Expenses</u>	<u>Charges for</u>	<u>Grants and</u>	<u>Grants and</u>	<u>Changes in</u>
		<u>Services</u>	<u>Contributions</u>	<u>Contributions</u>	<u>Net Assets</u>
Entity	\$ <u>1,565,591</u>	\$ <u>1,664,048</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>98,457</u>
General revenues:					
Taxes					
State appropriations					
Grants and contributions not restricted to specific programs					
Interest					
Miscellaneous					<u>22,640</u>
Special items					
Extraordinary item - Loss on impairment of capital assets					
Transfers					
Total general revenues, special items, and transfers					<u>22,640</u>
Change in net assets					<u>121,097</u>
Net assets - beginning as restated					<u>1,273,456</u>
Net assets - ending					<u>\$ 1,394,553</u>

The accompanying notes are an integral part of this financial statement.

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2006**

<b>Cash flows from operating activities</b>		
Cash received from customers	\$ 1,645,811	
Cash payments to suppliers for goods and services	(1,557,835)	
Cash payments to employees for services		
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities		\$ 87,976
<b>Cash flows from non-capital financing activities</b>		
State appropriations		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other		
Net cash provided(used) by non-capital financing activities		-
<b>Cash flows from capital and related financing activities</b>		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets		
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		-
<b>Cash flows from investing activities</b>		
Purchases of investment securities		
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities	22,640	
Net cash provided(used) by investing activities		22,640
Net increase(decrease) in cash and cash equivalents		110,616
Cash and cash equivalents at beginning of year		1,187,965
Cash and cash equivalents at end of year		\$ 1,298,581

The accompanying notes are an integral part of this statement.

Statement D (continued)

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2006**

**Reconciliation of operating income(loss) to net cash provided(used) by operating activities:**

Operating income(loss)		\$ 98,456
Adjustments to reconcile operating income(loss) to net cash		
Depreciation/amortization		
Provision for uncollectible accounts		
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net	(18,237)	
(Increase)decrease in due from other funds		
(Increase)decrease in prepayments		
(Increase)decrease in inventories		
(Increase)decrease in other assets		
Increase(decrease) in accounts payable and accruals	7,757	
Increase(decrease) in accrued payroll and related benefits		
Increase(decrease) in compensated absences payable		
Increase(decrease) in due to other funds		
Increase(decrease) in deferred revenues		
Increase(decrease) in other liabilities		
Net cash provided(used) by operating activities		\$ 87,976

**Schedule of noncash investing, capital, and financing activities:**

Borrowing under capital lease	\$	
Contributions of fixed assets		
Purchases of equipment on account		
Asset trade-ins		
Other (specify)		
<b>Total noncash investing, capital, and financing activities:</b>	<b>\$</b>	<b>-</b>

The accompanying notes are an integral part of this statement.

Statement D (concluded)

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

**INTRODUCTION**

The Louisiana Rice Research Board (BTA) was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute (LSA-R.S. 551.71-77). The Board is composed of thirteen members. All members of the Board are required to be rice producers. Six members are appointed from nominations submitted by the Louisiana Rice Growers Cooperative Association; and five members are appointed from nominations submitted by the Louisiana Rice Growers Association. The members serve terms of four years and are eligible for reappointment. The Board is charged with the responsibility to promote rice research. The Board's operations are funded entirely through annual self-generated funds.

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**1. BASIS OF ACCOUNTING**

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of the Louisiana Rice Research Board presents information only as to the transactions of the programs of the Louisiana Rice Research Board as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Louisiana Rice Research Board are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

**B. BUDGETARY ACCOUNTING**

The Board is a non-budgetary unit of the Department of Agriculture and is not legally required to adopt a budget. However, the Board does adopt a budget for the operating account for internal use. This budget is amended at each board meeting as the Board reviews revenues received, then approves the expenditures.

**C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS**

**1. DEPOSITS WITH FINANCIAL INSTITUTIONS**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Louisiana Rice Research Board (BTA) may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (BTA) may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in savings

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

36

accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows, all highly liquid investments (including restricted assets with a maturity of three months or less when purchased) are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by the three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2006, consisted of the following:

	<u>Cash</u>	<u>Certificates of Deposit</u>	<u>Other (Describe)</u>	<u>Total</u>
Deposits in Bank Accounts Per Balance Sheet	\$ 1,298,481	\$	\$	\$ 1,298,481
Bank Balances of Deposits Exposed to Custodial Credit Risk				
a. Uninsured and uncollateralized	\$	\$	\$	\$ 0
b. Uninsured and collateralized with securities held by the pledging institution	2,295,486			2,295,486
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent but not in the entity's name				0
Total Bank Balances - All Deposits	\$ 2,295,486	\$ 0	\$ 0	\$ 2,295,486

NOTE: The "Total Bank Balances - All Deposits" will not necessarily equal the "Deposits in Bank Account per Balance Sheet" due to outstanding items.

The following is a breakdown by banking institution, program, account number, and amount of the balances shown above:

<u>Banking Institution</u>	<u>Program</u>	<u>Amount</u>
1. First Bank, Crowley, LA	Checking	\$ (997)
2. First Bank, Crowley, LA	Sweep Account	1,299,478
3.		
4.		
Total		\$ 1,298,481

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

37

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury	\$ 100
Petty cash	\$

2. INVESTMENTS – NOT APPLICABLE

The \_\_\_\_\_ (BTA) does/does not maintain investment accounts as authorized by \_\_\_\_\_ (Note legal provisions authorizing investments by (BTA)).

Custodial Credit Risk

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are either held by the counterparty or the counterparty's trust department or agent but not in the entity's name. Using the following table, list each type of investment disclosing the total carrying amounts and market values, and any amounts exposed to custodial credit risk.

GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose all investments by the three categories of risk. GASB Statement 40 requires only the separate disclosure of investments that are considered to be exposed to custodial credit risk. Those investments exposed to custodial credit risk are reported by type in one of two separate columns depending upon whether they are held by a counterparty, or held by a counterparty's trust department or agent not in the entity's name. In addition, the total reported amount and fair value columns still must be reported for total investments regardless of exposure to custodial credit risk.



\* unregistered - not registered in the name of the government or entity

The institution does/does not (circle one) invest in derivatives as part of its investment policy. Accordingly, the exposure to risk from these investments is as follows:

credit risk \_\_\_\_\_

market risk \_\_\_\_\_

legal risk \_\_\_\_\_

#### A. Credit Risk of Debt Investments

Disclose the credit risk of debt investments by credit quality ratings as described by rating agencies as of the fiscal year end. All debt investments regardless of type can be aggregated by credit quality rating (if any are un-rated, disclose that amount).

<u>Rating</u>	<u>Fair Value</u>
	\$
<b>Total</b>	\$ -

**STATE OF LOUISIANA**  
**LOUISIANA RICE RESEARCH BOARD (BTA)**  
**NOTES TO THE FINANCIAL STATEMENT**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

39

**B. Interest rate Risk**

1. Disclose the interest rate risk of debt investments by listing the investment type, total fair value, and breakdown of maturity in years for each debt investment type.

<u>Type of Debt Investment</u>	<u>Fair Value</u>	<u>Investment Maturities (In Years)</u>			
		<u>Less Than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>Greater Than 10</u>
U.S. Government obligations	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
U.S. Agency obligations	_____	_____	_____	_____	_____
U.S. Treasury obligations	_____	_____	_____	_____	_____
Mortgage backed securities	_____	_____	_____	_____	_____
Collateralized mortgage obligations	_____	_____	_____	_____	_____
Corporate bonds	_____	_____	_____	_____	_____
Other bonds	_____	_____	_____	_____	_____
Mutual funds	_____	_____	_____	_____	_____
Other	_____	_____	_____	_____	_____
<b>Total debt investments</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>

2. List the fair value and terms of any debt investments that are highly sensitive to changes in interest rates due to the terms of the investment (e.g. coupon multipliers, reset dates, etc.):

<u>Debt Investment</u>	<u>Fair Value</u>	<u>Terms</u>
_____	\$ _____	_____
_____	_____	_____
_____	_____	_____
<b>Total</b>	<b>\$ _____</b>	

**C. Concentration of Credit Risk**

List, by amount and issuer, investments in any one issuer (not including U.S. government securities, mutual funds, and external investment pools) that represents 5% or more of total investments.

<u>Issuer</u>	<u>Amount</u>	<u>% of Total Investments</u>
_____	\$ _____	_____
_____	_____	_____
_____	_____	_____
<b>Total</b>	<b>\$ _____</b>	

**D. Foreign Currency Risk**

Disclose the U.S. dollar balances of any deposits or investments that are exposed to foreign currency risk (deposits or investments denominated in foreign currencies); list by currency denomination and investment type, if applicable.

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

40

<u>Foreign Currency</u>	<u>Fair Value in U.S. Dollars</u>	
	<u>Bonds</u>	<u>Stocks</u>
	\$	\$
Total	\$	\$

5. Policies

Briefly describe the deposit and/or investment policies related to the custodial credit risk, credit risk of debt investments, concentration of credit risk, interest rate risk, and foreign currency risk disclosed in this note. If no policy exists concerning the risks disclosed, please state that fact.

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6. Other Disclosures Required for Investments

- a. Investments in pools managed by other governments or mutual funds \_\_\_\_\_
- b. Securities underlying reverse repurchase agreements \_\_\_\_\_
- c. Unrealized investment losses \_\_\_\_\_
- d. Commitments as of \_\_\_\_\_ (fiscal close), to resell securities under yield maintenance repurchase agreements:
  1. Carrying amount and market value at June 30 of securities to be resold \_\_\_\_\_
  2. Description of the terms of the agreement \_\_\_\_\_
- e. Losses during the year due to default by counterparties to deposit or investment transactions \_\_\_\_\_
- f. Amounts recovered from prior-period losses which are not shown separately on the balance sheet \_\_\_\_\_

Legal or Contractual Provisions for Reverse Repurchase Agreements

- g. Source of legal or contractual authorization for use of reverse repurchase agreements \_\_\_\_\_
- h. Significant violations of legal or contractual provisions for reverse repurchase agreements that occurred during the year \_\_\_\_\_

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

41

Reverse Repurchase Agreements as of Year-End

- i. Credit risk related to the reverse repurchase agreements (other than yield maintenance agreements) outstanding at year end, that is, the aggregate amount of reverse repurchase agreement obligations including accrued interest compared to aggregate market value of the securities underlying those agreements including interest \_\_\_\_\_
- j. Commitments on \_\_\_\_\_ (fiscal close) to repurchase securities under yield maintenance agreements \_\_\_\_\_
- k. Market value on \_\_\_\_\_ (fiscal close) of the securities to be repurchased \_\_\_\_\_
- l. Description of the terms of the agreements to repurchase \_\_\_\_\_
- m. Losses recognized during the year due to default by counterparties to reverse repurchase agreements \_\_\_\_\_
- n. Amounts recovered from prior-period losses which are not separately shown on the operating statement \_\_\_\_\_

Fair Value Disclosures

- o. Methods and significant assumptions used to estimate fair value of investments, if fair value is not based on quoted market prices \_\_\_\_\_
- p. Basis for determining which investments, if any, are reported at amortized cost \_\_\_\_\_
- q. For investments in external investment pools that are not SEC-registered, a brief description of any regulatory oversight for the pool \_\_\_\_\_
- r. Whether the fair value of your investment in the external investment pool is the same as the value of the pool shares \_\_\_\_\_
- s. Any involuntary participation in an external investment pool \_\_\_\_\_
- t. If you are unable to obtain information from a pool sponsor to determine the fair value of your investment in the pool, methods used and significant assumptions made in determining fair value and the reasons for having had to make such an estimate \_\_\_\_\_
- u. Any income from investments associated with one fund that is assigned to another fund \_\_\_\_\_

**D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS – NOT APPLICABLE**

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight-line method over the useful lives of the assets.

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

42

	Year ended June 30, 2006					
	Balance 6/30/2005	Prior Period Adjustment	Adjusted Balance 7/1/2005	Additions	Transfers*	Balance 6/30/2006
<b>Capital assets not being depreciated</b>						
Land	\$	\$	\$	--	\$	\$
Non-depreciable land improvements				--		--
Capitalized collections				--		--
Construction in progress				--		--
<b>Total capital assets not being depreciated</b>	<b>\$</b>	<b>--</b>	<b>\$</b>	<b>--</b>	<b>\$</b>	<b>--</b>
<b>Other capital assets</b>						
Furniture, fixtures, and equipment	\$	\$	\$	--	\$	\$
Less accumulated depreciation				--		--
Total furniture, fixtures, and equipment	--	--	--	--	--	--
Buildings and improvements				--		--
Less accumulated depreciation				--		--
Total buildings and improvements	--	--	--	--	--	--
Depreciable land improvements				--		--
Less accumulated depreciation				--		--
Total depreciable land improvements	--	--	--	--	--	--
Infrastructure				--		--
Less accumulated depreciation				--		--
Total infrastructure	--	--	--	--	--	--
<b>Total other capital assets</b>	<b>\$</b>	<b>--</b>	<b>\$</b>	<b>--</b>	<b>\$</b>	<b>--</b>
<b>Capital Asset Summary:</b>						
Capital assets not being depreciated	\$	--	\$	--	\$	--
Other capital assets, at cost	--	--	--	--	--	--
Total cost of capital assets	--	--	--	--	--	--
Less accumulated depreciation	--	--	--	--	--	--
<b>Capital assets, net</b>	<b>\$</b>	<b>--</b>	<b>\$</b>	<b>--</b>	<b>\$</b>	<b>--</b>

\* Should be used only for those completed projects coming out of construction-in-progress to fixed assets; not associated with transfers reported elsewhere in this packet.

**E. INVENTORIES – NOT APPLICABLE**

The BTA's inventories are valued at \_\_\_\_\_ (method of valuation). These are perpetual inventories and are expensed when used

**F. RESTRICTED ASSETS – NOT APPLICABLE**

Restricted assets in the \_\_\_\_\_ (BTA) at \_\_\_\_\_ (fiscal year end), reflected at \$\_\_\_\_\_ in the non-current assets section on Statement A, consisting of \$\_\_\_\_\_ in cash with fiscal agent, \$\_\_\_\_\_ in receivables, and \$\_\_\_\_\_ investment in \_\_\_\_\_ (identify the type of investments held.) State the purpose of the restrictions:

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

43

**G. LEAVE – NOT APPLICABLE**

**1. COMPENSATED ABSENCES**

The \_\_\_\_\_ (BTA) has the following policy on annual and sick leave: (Describe leave policy.)

An example disclosure follows:

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the fund when leave is actually taken; it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

**2. COMPENSATORY LEAVE**

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-time). Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on the employees' hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at \_\_\_\_\_ (fiscal close) computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards, Section C60.105 is estimated to be \$\_\_\_\_\_. The leave payable (is) (is not) recorded in the accompanying financial statements.

**H. RETIREMENT SYSTEM – NOT APPLICABLE**

Substantially all of the employees of the (BTA) are members of the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees. (Note: If LASERS is not your entity's retirement system, indicate the retirement system that is and replace any wording in this note that doesn't apply to your retirement system with the applicable wording.)

All full-time (BTA) employees are eligible to participate in the System unless they elect to continue as a contributing member in any other retirement system for which they remain eligible for membership. Certain elected officials and officials appointed by the governor may, at their option, become members of LASERS. Normal benefits vest with 10 years of service. Generally, retirement age employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service except for members eligible to begin participation in the Defined Benefit Plan (DBP) on or after July 1, 2006. Act 75 of the 2005 Regular Session changes retirement eligibility and final average compensation for members who are eligible to begin participation in the DBP beginning July 1, 2006. Retirement eligibility for these members is limited to age 60, or thereafter, upon attainment of ten years of creditable service. Final average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment.

Vested employees eligible to begin participation in the DBP before July 1, 2006, are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, these vested employees have the option of reduced benefits at any age with 20 years of service. Those hired on or after July 1, 2006 have only a single age option. They cannot retire until age 60 with a minimum of 10 years of service. The System also provides death and disability benefits and deferred benefit options, with qualifications and amounts defined by statute. Benefits are established or amended by state statute. The System issues a publicly available annual financial report that includes financial statements and required supplementary information for the System. For a full description of the LASERS defined benefit plan, please refer to the LASERS 2005 Financial Statements, specifically, footnotes A – Plan Description.

Members are required by state statute to contribute with the single largest group ("regular members") contributing 7.5% of gross salary, and the (BTA) is required to contribute at an actuarially determined rate as required by R.S 11:102. The contribution rate for the fiscal year ended June 30, 20\_\_, decreased / increased to \_\_\_\_% of annual covered payroll from the \_\_\_\_% and \_\_\_\_% required in fiscal years ended June 30, 2005 and 2004 respectively. The (BTA) contributions to the System for the years ending June 30, 2006, 2005, and 2004, were \$\_\_\_\_\_, \$\_\_\_\_\_, and \$\_\_\_\_\_, respectively, equal to the required contributions for each year.

[illegible]

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

45

2. CAPITAL LEASES

Capital leases are / are not recognized in the accompanying financial statements. The amounts to be accrued for capital leases and the disclosures required for capital and operating leases by National Council on Governmental Accounting (NCGA) Statement No. 5, as adopted by the Governmental Accounting Standards Board, and FASB 13 should be reported on the following schedules:

Capital leases are defined as an arrangement in which any one of the following conditions apply: (1) ownership transfers by the end of the lease, (2) the lease contains a bargain purchase option, (3) the lease term is 75% of the asset life or, (4) the discounted minimum lease payments are 90% of the fair market value of the asset.

**Schedule A should be used to report all capital leases including new leases in effect as of 6/30/06. In Schedule B, report only those new leases entered into during fiscal year 2005-2006.**

SCHEDULE A -- TOTAL AGENCY CAPITAL LEASES EXCEPT LEAF

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest: **(Note: If lease payments extend past FY2026, create additional rows and report these future minimum lease payments in five year increments.)**

<u>Year ending June 30 :</u>	<u>Total</u>
2007	\$ _____
2008	_____
2009	_____
2010	_____
2011	_____
2012-2016	_____
2017-2021	_____
2022-2026	_____
Total minimum lease payments	_____ -
Less amounts representing executory costs	_____
Net minimum lease payments	_____ -
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ -



STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

46

SCHEDULE B – NEW AGENCY CAPITAL LEASES EXCEPT LEAF

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest: (Note: If lease payments extend past FY2026, create additional rows and report these future minimum lease payments in five year increments.)

<u>Year ending June 30:</u>	<u>Total</u>
2007	\$ _____
2008	_____
2009	_____
2010	_____
2011	_____
2012-2016	_____
2017-2021	_____
2022-2026	_____
Total minimum lease payments	_____ -
Less amounts representing executory costs	_____
Net minimum lease payments	_____ -
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ -

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

47

SCHEDULE C – LEAF CAPITAL LEASES

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ -	\$ _____ -	\$ _____ -

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest: **(Note: If lease payments extend past FY2026, create additional rows and report these future minimum lease payments in five year increments.)**

<u>Year ending June 30:</u>	<u>Total</u>
2007	\$ _____
2008	_____
2009	_____
2010	_____
2011	_____
2012-2016	_____
2017-2021	_____
2022-2026	_____
Total minimum lease payments	_____ -
Less amounts representing executory costs	_____
Net minimum lease payments	_____ -
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ -

3. LESSOR DIRECT FINANCING LEASES

A lease is classified as a direct financing lease (1) when any one of the four capitalization criteria used to define a capital lease for the lessee is met and (2) when both the following criteria are satisfied:

- Collectibility of the minimum lease payments is reasonably predictable.
- No important uncertainties surround the amount of the unreimbursable costs yet to be incurred by the lessor under the lease.

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

48

Provide a general description of the direct financing agreement and complete the chart below:

<u>Composition of lease</u>	<u>Date of lease</u>	<u>Minimum lease payment receivable</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	_____	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____	_____
c. Land	_____	_____	_____	_____
Less amounts representing executory costs		_____		
Minimum lease payment receivable		_____ -		
Less allowance for doubtful accounts		_____		
Net minimum lease payments receivable		_____ -		
Less estimated residual value of leased property		_____		
Less unearned income		_____		
Net investment in direct financing lease		\$ _____ -		

Minimum lease payment receivables do not include contingent rentals which may be received as stipulated in the lease contracts. Contingent rental payments occur if, for example, the use of the equipment, land, or building etc., exceeds a certain level of activity each year. Contingent rentals received for fiscal year 2006 were \$\_\_\_\_\_ for office space, \$\_\_\_\_\_ for equipment, and \$\_\_\_\_\_ for land.

The following is a schedule by year of minimum leases receivable for the remaining fiscal years of the lease as of \_\_\_\_\_ (the last day of your fiscal year): **(Note: If lease receivables extend past FY2026, please create additional rows and report these future minimum lease payment receivables in five year increments.)**

Year ending _____:	
2007	\$ _____
2008	_____
2009	_____
2010	_____
2011	_____
2012-2016	_____
2017-2021	_____
2022-2026	_____
Total	\$ _____ -

#### 4. LESSOR – OPERATING LEASE

When a lease agreement does not satisfy at least one of the four criteria (common to both lessee and lessor accounting), and both of the criteria for a lessor (collectibility and no uncertain reimbursable costs), the lease is classified as an operating lease. In an operating lease, there is no simulated sale and the lessor simply records rent revenues as they become measurable and available.

Provide the cost and carrying amount, if different, of property on lease or held for lease organized by major class of property and the amount of accumulated depreciation as of \_\_\_\_\_ 20\_\_:

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

49

	<u>Cost</u>	<u>Accumulated depreciation</u>	<u>Carrying amount</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____

The following is a schedule by years of minimum future rentals receivable on non-cancelable operating lease(s) as of \_\_\_\_\_ (the last day of your fiscal year): (Note: If lease receivables extend past FY2021, please create additional columns and report these future minimum lease payment receivables in five year increments.)

<u>Year Ended</u> <u>June 30,</u>	<u>Office Space</u>	<u>Equipment</u>	<u>Land</u>	<u>Other</u>	<u>Total</u>
2007	\$ _____	\$ _____	\$ _____	\$ _____	\$ -
2008					-
2009					-
2010					-
2011					-
2012-2016					-
2017-2021					-
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

Current year lease revenues received in fiscal year \_\_\_\_\_ totaled \$ \_\_\_\_\_.

Contingent rentals received from operating leases received for your fiscal year was \$ \_\_\_\_\_ for office space, \$ \_\_\_\_\_ for equipment, and \$ \_\_\_\_\_ for land.

**K. LONG-TERM LIABILITIES – NOT APPLICABLE**

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 20\_\_:

	<u>Balance</u> <u>June 30,</u> <u>2005</u>	<u>Year ended June 30, 2006</u>		<u>Balance</u> <u>June 30,</u> <u>2006</u>	<u>Amounts</u> <u>due within</u> <u>one year</u>
		<u>Additions</u>	<u>Reductions</u>		
<b>Notes and bonds payable:</b>					
Notes payable	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Reimbursement contracts payable					
Bonds payable					
Total notes and bonds	_____	_____	_____	_____	_____
<b>Other liabilities:</b>					
Contracts payable					
Compensated absences payable					
Capital lease obligations					
Claims and litigation					
Liabilities payable from restricted assets					
Other long-term liabilities					
Total other liabilities	_____	_____	_____	_____	_____
Total long-term liabilities	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

50

**L. CONTINGENT LIABILITIES – NOT APPLICABLE**

The \_\_\_\_\_ (BTA) is a defendant in litigation seeking damages as follows:

Date of Action	Description of Litigation and Probable outcome (Remote, reasonably possible, or probable)	*Damages Claimed	Insurance Coverage
_____	_____	\$ _____	\$ _____
_____	_____	_____	_____
Totals	_____	\$ _____	\$ _____

Claims and litigation costs of \$ \_\_\_\_\_ (include incremental cost discussed above) were incurred in the current year and are reflected in the accompanying financial statement.

Disclose any cases where it is probable that a liability has been incurred, but the effect of the liability has not been reflected in the financial statements because it can not be estimated. \_\_\_\_\_

Disclose any guarantee of indebtedness even if there is only a remote chance that the government will be called on to honor its guarantee. \_\_\_\_\_

**M. RELATED PARTY TRANSACTIONS – NOT APPLICABLE**

FASB 57 requires disclosure of the description of the relationship, the transaction(s), the dollar amount of the transaction(s) and any amounts due to or from which result from related party transactions. List all related party transactions. \_\_\_\_\_

**N. ACCOUNTING CHANGES – NOT APPLICABLE**

Accounting changes made during the year involved a change in accounting \_\_\_\_\_ (principle, estimate or entity). The effect of the change is being shown in \_\_\_\_\_.

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

51

**O. IN-KIND CONTRIBUTIONS – NOT APPLICABLE**

List all in-kind contributions that are not included in the accompanying financial statements.

<u>In-Kind Contributions</u>	<u>Cost/Estimated Cost/Fair Market Value/As Determined by the Grantor</u>
_____	\$ _____
_____	_____
_____	_____
_____	_____
_____	_____
Total	\$ _____ -

**P. DEFEASED ISSUES – NOT APPLICABLE**

In \_\_\_\_\_, 20\_\_\_\_, the \_\_\_\_\_ (BTA), issued \$\_\_\_\_\_ of taxable bonds. The purpose of the issue was to provide monies to advance refund portions of \_\_\_\_\_ bonds. In order to refund the bonds, portions of the proceeds of the new issue \$\_\_\_\_\_, plus an additional \$\_\_\_\_\_ of sinking fund monies together with certain other funds and/or securities, were deposited and held in an escrow fund created pursuant to an escrow deposit agreement dated \_\_\_\_\_ between the (BTA) and the escrow trustee. The amount in the escrow, together with interest earnings, will be used to pay the principal, redemption premium, and interest when due. The refunding resulted in reducing the total debt service payments by almost \$\_\_\_\_\_ and gave the (BTA) an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$\_\_\_\_\_.

**Q. COOPERATIVE ENDEAVORS – NOT APPLICABLE**

LRS 33:9022 defines cooperative endeavors as any form of economic development assistance between and among the state of Louisiana, its local governmental subdivisions, political corporations, public benefit corporations, the United States government or its agencies, or any public or private association, corporation, or individual. The term cooperative endeavor includes cooperative financing, cooperative development, or any form of cooperative economic development activity. The state of Louisiana has entered into cooperative endeavor agreements with certain entities aimed at developing the economy of the state.

Some cooperative endeavor contracts are not coded with a document type of "COP" on the Contract Financial Management Subsystem (CFMS), but are considered cooperative endeavors. Include these below with your cooperative endeavor contracts coded with a document type of "COP". Examples of contracts that are considered cooperative endeavors, but are not coded with a document type of "COP" include contracts that fall under delegated authority, Facility Planning and Control "CEA" contracts, certain federal government contracts, contracts that legislative auditors may have designated as such within your agency, work incumbent programs, etc. In prior years, this information was requested as supplemental documentation after the AFRs were submitted, usually in October or November.

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

52

The liability outstanding for fiscal year ending June 30, 2006, by funding source, is as follows:

<u>Funding Source</u>	<u>Balance</u> <u>June 30, 2006</u>
State General Fund	\$ _____
Self-generated revenue	_____
Statutorily dedicated revenue	_____
General obligation bonds	_____
Federal funds	_____
Interagency transfers	_____
Other funds/combination	_____
Total	\$ _____

**R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS) – NOT APPLICABLE**

The following government-mandated nonexchange transactions (grants) were received during fiscal year 2005-2006:

<u>CFDA</u> <u>Number</u>	<u>Program Name</u>	<u>State Match</u> <u>Percentage</u>	<u>Total Amount</u> <u>of Grant</u>
_____	_____	_____	\$ _____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Total government-mandated nonexchange transactions (grants)			\$ _____

**S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS – NOT APPLICABLE**

At June 30, 20\_\_, the \_\_\_\_\_ (BTA) was not in compliance with the provisions of \_\_\_\_\_ Bond Reserve Covenant that requires \_\_\_\_\_ The \_\_\_\_\_ (BTA) did \_\_\_\_\_ to correct this deficiency.

**T. SHORT-TERM DEBT – NOT APPLICABLE**

The \_\_\_\_\_ (BTA) issues short-term notes for the following purpose(s) \_\_\_\_\_

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

53

Short-term debt activity for the year ended June 30, 20\_\_, was as follows:

List the type of Short-term debt (e.g., tax anticipation notes)	Beginning Balance	Issued	Redeemed	Ending Balance
	\$ _____	\$ _____	\$ _____	\$ _____ -

The \_\_\_\_\_ (BTA) uses a revolving line of credit for the following to finance \_\_\_\_\_ (list purpose for the S-T debt). Short-term debt activity for the year ended June 30, 20\_\_, was as follows:

	Beginning Balance	Draws	Redeemed	Ending Balance
Line of credit	\$ _____	\$ _____	\$ _____	\$ _____ -

**U. DISAGGREGATION OF RECEIVABLE BALANCES**

Receivables at June 30, 2006, were as follows:

Fund	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
Assessments	\$ _____	\$ _____	\$ 104,128.00	\$ _____	\$ 104,128.00
					-
Gross receivables	\$ -	\$ -	\$ 104,128.00	\$ -	\$ 104,128.00
Less allowance for uncollectible accounts	-	-	-	-	-
Receivables, net	\$ -	\$ -	\$ 104,128.00	\$ -	\$ 104,128.00
Amounts not scheduled for collection during the subsequent year	\$ _____	\$ _____	\$ _____	\$ _____	\$ -

**V. DISAGGREGATION OF PAYABLE BALANCES**

Payables at June 30, 2006, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
Operating	\$ 8,156	\$ _____	\$ _____	\$ _____	\$ 8,156
					-
Total payables	\$ 8,156	\$ -	\$ -	\$ -	\$ 8,156

**W. SUBSEQUENT EVENTS**

There were no known subsequent events affecting the Louisiana Rice Research Board occurring between the close of the fiscal period and issuance of the financial statement.



**STATE OF LOUISIANA**  
**LOUISIANA RICE RESEARCH BOARD (BTA)**  
**NOTES TO THE FINANCIAL STATEMENT**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

54

**X. SEGMENT INFORMATION – NOT APPLICABLE**

Governments that report enterprise funds or that use enterprise fund accounting and reporting standards to report their activities are required to present segment information for those activities in the notes to the financial statements. For purposes of this disclosure, a segment is an identifiable activity (or group of activities), reported as or within an enterprise fund or another stand-alone entity that has one or more bonds or other debt instruments outstanding, with a revenue stream pledged in support of that debt. In addition, the activity's revenues, expenses, gains and losses, assets, and liabilities are required to be accounted for separately. This requirement for separate accounting applies if imposed by an external party, such as accounting and reporting requirements set forth in bond indentures. Disclosure requirements for each segment should be met by identifying the types of goods and services provided and by presenting condensed financial statements in the notes, including the elements in A through C below (GASB 34, paragraph 122, as modified by GASB 37, paragraph 17.)

Type of goods or services provided by the segment \_\_\_\_\_.

**A. Condensed balance sheet:**

- (1) Total assets – distinguishing between current assets, capital assets, and other assets. Amounts receivable from other funds or BTA's should be reported separately.
- (2) Total liabilities – distinguishing between current and long-term amounts. Amounts payable to other funds or BTA's should be reported separately.
- (3) Total net assets – distinguishing among restricted (separately reporting expendable and nonexpendable components); unrestricted; and amounts invested in capital assets, net of related debt.

**Condensed Balance sheet:**

	<u>Segment #1</u>	<u>Segment #2</u>
Current assets	\$ _____	\$ _____
Due from other funds	_____	_____
Capital assets	_____	_____
Other assets	_____	_____
Current liabilities	_____	_____
Due to other funds	_____	_____
Long-term liabilities	_____	_____
Restricted net assets	_____	_____
Unrestricted net assets	_____	_____
Invested in capital assets, net of related debt	_____	_____

**B. Condensed statement of revenues, expenses, and changes in net assets:**

- (1) Operating revenues (by major source).
- (2) Operating expenses. Depreciation (including any amortization) should be identified separately.
- (3) Operating income (loss).
- (4) Nonoperating revenues (expenses) – with separate reporting of major revenues and expenses.
- (5) Capital contributions and additions to permanent and term endowments.
- (6) Special and extraordinary items.
- (7) Transfers
- (8) Change in net assets.
- (9) Beginning net assets.
- (10) Ending net assets.

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

55

Condensed Statement of Revenues, Expenses, and Changes in Net Assets:

	<u>Segment #1</u>	<u>Segment #2</u>
Operating revenues	\$ _____	\$ _____
Operating expenses	_____	_____
Depreciation and amortization	_____	_____
Operating income (loss)	_____ -	_____ -
Nonoperating revenues (expenses)	_____	_____
Capital contributions/additions to permanent and term endowments	_____	_____
Special and extraordinary items	_____	_____
Transfers in	_____	_____
Transfers out	_____	_____
Change in net assets	_____ -	_____ -
Beginning net assets	_____	_____
Ending net assets	_____ -	_____ -

C. Condensed statement of cash flows:

- (1) Net cash provided (used) by:
  - (a) Operating activities
  - (b) Noncapital financing activities
  - (c) Capital and related financing activities
  - (d) Investing activities
- (2) Beginning cash and cash equivalent balances
- (3) Ending cash and cash equivalent balances

Condensed Statement of Cash Flows:

	<u>Segment #1</u>	<u>Segment #2</u>
Net cash provided (used) by operating activities	\$ _____	\$ _____
Net cash provided (used) by noncapital financing activities	_____	_____
Net cash provided (used) by capital and related financing activities	_____	_____
Net cash provided (used) by investing activities	_____	_____
Beginning cash and cash equivalent balances	_____	_____
Ending cash and cash equivalent balances	_____ -	_____ -

Y. DUE TO/DUE FROM AND TRANSFERS – NOT APPLICABLE

1. List by fund type the amounts **due from other funds** detailed by individual fund at fiscal year end:  
(Types of funds include general fund, statutory dedicated funds, discrete component unit funds, etc).

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total due from other funds		\$ _____

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

56

2. List by fund type the amounts **due to other funds** detailed by individual fund at fiscal year end:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total due to other funds		\$ _____

3. List by fund type **all transfers from other funds** for the fiscal year:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total transfers from other funds		\$ _____

4. List by fund type **all transfers to other funds** for the fiscal year:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total transfers to other funds		\$ _____

**Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS – NOT APPLICABLE**

Liabilities payable from restricted assets in the \_\_\_\_\_ (BTA) at \_\_\_\_\_ (fiscal year end), reflected at \$ \_\_\_\_\_ in the current liabilities section on Statement A, consist of \$ \_\_\_\_\_ in accounts payable, \$ \_\_\_\_\_ in notes payable, and \$ \_\_\_\_\_ in \_\_\_\_\_.

Liabilities payable from restricted assets in the \_\_\_\_\_ (BTA) at \_\_\_\_\_ (fiscal year end), reflected at \$ \_\_\_\_\_ in the non-current liabilities section on Statement A, consist of \$ \_\_\_\_\_ in accounts payable, \$ \_\_\_\_\_ in notes payable, and \$ \_\_\_\_\_ in \_\_\_\_\_.

**AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS – NOT APPLICABLE**

The following adjustments were made to restate beginning net assets for June 30, 20\_\_.  
Each adjustment must be explained in detail on a separate sheet.

<u>Ending net assets</u> <u>July 1, 2005,</u> <u>previously reported</u>	<u>Adjustments</u> <u>+ or (-)</u>	<u>Beginning net</u> <u>assets, July 1, 2005,</u> <u>as restated</u>
_____	\$ _____	\$ _____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

(NOTE: Net Assets at July 1, 20\_\_, previously reported, must correspond to Net Assets at June 30, 20\_\_, per the information received from OSRAP.)

**BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB STATEMENT 46) – NOT APPLICABLE**

Of the total net assets reported on Statement A at June 30, 20\_\_, \$ \_\_\_\_\_ are restricted by enabling legislation (which includes a legally enforceable requirement that the resources be used only for the specific purposes stipulated in the legislation). Refer to Appendix C for more details on the determination of the amount to be reported as required by GASB Statement 46.

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006

57

**CC. IMPAIRMENT OF CAPITAL ASSETS – NOT APPLICABLE**

GASB 42 establishes accounting and financial reporting standards for the impairment of capital assets. Governments are required to evaluate prominent events or changes in circumstances affecting capital assets to determine whether impairment has occurred. A capital asset generally should be considered impaired if both (a) the decline in service utility of the capital asset is large in magnitude and (b) the event or change in circumstance is outside the normal life cycle of the capital asset. **See Appendix D for more information on GASB 42 and the Impairment of Capital Assets.**

The following capital assets are considered impaired: (There are five indicators of impairment described in Appendix D, (1) physical damage, (2) enactment of laws, etc. List the appropriate number (1-5) to identify the indicator of impairment in the second to last column below.)

<u>Type of asset</u>	<u>Amount of Impairment Loss</u>	<u>Indication of Impairment</u>	<u>Insurance Recovery in the same FY</u>	<u>Reason for Impairment (e.g. hurricane)</u>
Buildings	_____	_____	_____	_____
Movable Property	_____	_____	_____	_____
Infrastructure	_____	_____	_____	_____

The carrying amount of impaired capital assets that are idle at year-end should be disclosed, regardless of whether the impairment is considered permanent or temporary. The following capital assets were idle at the end of the fiscal year. (Include the capital assets listed above that were idle at the end of the fiscal year.)

<u>Type of asset</u>	<u>Carrying Value</u>
Buildings	\$ _____
Movable Property	\$ _____
Infrastructure	\$ _____

**DD. EMPLOYEE TERMINATION BENEFITS – NOT APPLICABLE**

Substantially all employees are eligible for termination benefits upon separation from the state. The agency recognizes the cost of providing these benefits as expenditures when paid during the year. For 2006, the cost of providing those benefits for \_\_\_\_\_ (number of) voluntary terminations totaled \$ \_\_\_\_\_. For 2006, the cost of providing those benefits for \_\_\_\_\_ (number of) involuntary terminations totaled \$ \_\_\_\_\_.  
[The termination benefits (voluntary and involuntary) paid in FY 2006 should also be included in the Statement of Revenues, Expenses, and Changes in Fund Net Assets on the account line "Administrative" in the Operating Expense Section.]

The liability for the accrued voluntary terminations benefits payable at June 30, \_\_\_\_\_ is \$ \_\_\_\_\_. This liability consists of \_\_\_\_\_ (number of) voluntary terminations. The liability for the accrued involuntary terminations benefits payable at June 30, \_\_\_\_\_ is \$ \_\_\_\_\_. This liability consists of \_\_\_\_\_ (number of) involuntary terminations.

[The termination benefits (voluntary and involuntary) payable at fiscal year end should also be included on the Balance Sheet in the "compensated absences payable" account line.]

**STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
NOTES TO THE FINANCIAL STATEMENT  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2006**

**58**

If a termination benefit is not recognized because the expected benefits are not estimable, the employer should disclose that fact. Briefly describe termination benefits provided to employees as discussed above. If none, please state that fact.

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A terminated employee can continue to access health benefits, however, if the COBRA participant is paying the ENTIRE premium then there is no state contribution on behalf of this individual. Therefore, when a terminated employee pays 100% of the premium, the state would not have a termination liability.

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS  
FOR THE YEAR ENDED JUNE 30, 2006

<u>Name</u>	<u>Amount</u>
Dr. R. E. Girouard, Jr.	\$ 0
Paul "Jackie" Loewer, Jr.	0
John W. Boudreaux	0
John R. Denison	0
Richard Fontenot	0
Paul H. Guillory, Jr.	0
Johnny Hengens, Jr.	0
Robert H. Miller	0
Edward W. Patrick, Jr.	0
Charles Hine Unkel	0
Brian Wild	0
Wayne P. Wild	0
	0
	\$ 0

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
SCHEDULE OF STATE FUNDING  
FOR THE YEAR ENDED JUNE 30, 2006

<u>Description of Funding</u>	<u>Amount</u>
1. _____	\$ _____
2. _____	_____
3. _____	_____
4. _____	_____
5. _____	_____
6. _____	_____
7. _____	_____
8. _____	_____
9. _____	_____
10. _____	_____
Total	\$ _____

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
SCHEDULE OF REIMBURSEMENT CONTRACTS PAYABLE  
AS OF JUNE 30, 2006

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
		\$	\$	\$	\$		\$
Total		\$	\$	\$	\$		\$



STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
SCHEDULE OF NOTES PAYABLE  
AS OF JUNE 30, 2006

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
		\$	\$	\$	\$		\$
Total		\$	\$	\$	\$		\$

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
SCHEDULE OF BONDS PAYABLE  
AS OF JUNE 30, 2006

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Total		\$ _____	\$ _____	\$ _____	\$ _____		\$ _____

**STATE OF LOUISIANA**  
**LOUISIANA RICE RESEARCH BOARD (BTA)**  
**SCHEDULE OF REIMBURSEMENT CONTRACTS PAYABLE AMORTIZATION**  
**FOR THE YEAR ENDED JUNE 30, 2006**

<u>Fiscal Year</u> <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ _____	\$ _____
2008	_____	_____
2009	_____	_____
2010	_____	_____
2011	_____	_____
2012	_____	_____
2013	_____	_____
2014	_____	_____
2015	_____	_____
2016	_____	_____
2017	_____	_____
2018	_____	_____
2019	_____	_____
2020	_____	_____
2021	_____	_____
2022	_____	_____
2023	_____	_____
2024	_____	_____
2025	_____	_____
2026	_____	_____
2027	_____	_____
2028	_____	_____
2029	_____	_____
2030	_____	_____
2031	_____	_____
Total	\$ _____ —	\$ _____ —

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
SCHEDULE OF CAPITAL LEASE AMORTIZATION  
FOR THE YEAR ENDED JUNE 30, 2006

<u>Fiscal Year</u> <u>Ending:</u>	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
2007	\$ _____	\$ _____	\$ _____	\$ _____ --
2008	_____	_____	_____	_____ --
2009	_____	_____	_____	_____ --
2010	_____	_____	_____	_____ --
2011	_____	_____	_____	_____ --
2012-2016	_____	_____	_____	_____ --
2017-2021	_____	_____	_____	_____ --
2022-2026	_____	_____	_____	_____ --
2027-2031	_____	_____	_____	_____ --
Total	\$ _____ --	\$ _____ --	\$ _____ --	\$ _____ --

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
SCHEDULE OF NOTES PAYABLE AMORTIZATION  
FOR THE YEAR ENDED JUNE 30, 2006

Fiscal Year <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ _____	\$ _____
2008	_____	_____
2009	_____	_____
2010	_____	_____
2011	_____	_____
2012-2016	_____	_____
2017-2021	_____	_____
2022-2026	_____	_____
2027-2031	_____	_____
Total	\$ _____ --	\$ _____ --

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)  
SCHEDULE OF BONDS PAYABLE AMORTIZATION  
FOR THE YEAR ENDED JUNE 30, 2006

Fiscal Year Ending:	<u>Principal</u>	<u>Interest</u>
2007	\$ _____	\$ _____
2008	_____	_____
2009	_____	_____
2010	_____	_____
2011	_____	_____
2012	_____	_____
2013	_____	_____
2014	_____	_____
2015	_____	_____
2016	_____	_____
2017	_____	_____
2018	_____	_____
2019	_____	_____
2020	_____	_____
2021	_____	_____
2022	_____	_____
2023	_____	_____
2024	_____	_____
2025	_____	_____
2026	_____	_____
2027	_____	_____
2028	_____	_____
2029	_____	_____
2030	_____	_____
2031	_____	_____
Total	\$ _____ --	\$ _____ --

STATE OF LOUISIANA  
LOUISIANA RICE RESEARCH BOARD (BTA)

COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than \$1 million, explain the reason for the change.

	<u>2006</u>	<u>2005</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ <u>1,686,688</u>	\$ <u>1,196,771</u>	\$ <u>489,917</u>	\$ <u>40.94%</u>
Expenses	<u>1,565,591</u>	<u>1,612,879</u>	<u>(47,288)</u>	<u>(2.93)%</u>
2) Capital assets	<u>0</u>	<u>0</u>	<u>0</u>	<u>0%</u>
Long-term debt	<u>0</u>	<u>0</u>	<u>0</u>	<u>0%</u>
Net Assets	<u>1,394,553</u>	<u>1,273,456</u>	<u>121,097</u>	<u>9.51%</u>
Explanation for change:	<hr/> <hr/> <hr/> <hr/>			